

**Amendment No. 1 to SB0149**

**Norris  
Signature of Sponsor**

**AMEND Senate Bill No. 149\***

**House Bill No. 522**

**FILED**

Date \_\_\_\_\_

Time \_\_\_\_\_

Clerk \_\_\_\_\_

Comm. Amdt. \_\_\_\_\_

by deleting in its entirety Section 1 of the printed bill and by substituting instead the following:

SECTION 1. Tennessee Code Annotated, Section 54-5-1103, is amended by deleting such section in its entirety and by substituting instead the following:

Section 54-5-1103.

(a) Except as provided in this section, the department shall carry out the administration of specific service signs. The department may contract for administration services relative to specific service signs if the commissioner deems it would be in the best interest of the department, provided that the department retains oversight of the specific service sign program. Administrative services include marketing, management and maintenance of specific service signs. Contracts for administrative services shall be subject to the provisions of §§ 12-4-109 - 12-4-111. Any administrative services contract awarded must include provisions requiring an appropriate corporate surety performance bond, security or cash.

(b) Any contract for administrative services pursuant to this part shall provide for lease payments to the department for a system of specific service signs. Such lease payments shall fully reimburse the department.

AND FURTHER AMEND by deleting Section 3 of the printed bill in its entirety and by substituting instead the following:

SECTION 3. Tennessee Code Annotated, Section 54-5-1106, is amended by deleting subsection (a) in its entirety and by substituting instead the following:

(a) If the commissioner deems it would be in the best interest of the department to contract for the administration of specific service signs, as provided in § 54-5-1103, the department is authorized to levy a gross receipts royalty payment on the difference between the provider's gross revenues and the lease payments made to the state. The percentage rate of such royalty payment shall be set at six percent (6%) or as the department may otherwise provide in its rules and regulations for specific service signs.